LEGISLATIVE SERVICES AGENCY OFFICE OF FISCAL AND MANAGEMENT ANALYSIS

301 State House (317) 232-9855

FISCAL IMPACT STATEMENT

LS 7046 BILL NUMBER: SB 485 **DATE PREPARED:** Feb 21, 2001 **BILL AMENDED:** Feb 20, 2001

SUBJECT: County Road and Bridge Projects.

FISCAL ANALYST: Chuck Mayfield

PHONE NUMBER: 232-4825

FUNDS AFFECTED: GENERAL IMPACT: Local

DEDICATED FEDERAL

<u>Summary of Legislation:</u> (Amended)This bill provides that a municipality or a county may use its own workforce to construct, maintain, or repair any highway, street, alley, road, or bridge within the jurisdiction of the municipality or county whenever the cost of the project is estimated to be less than \$150,000.

Effective Date: July 1, 2001.

Explanation of State Expenditures:

Explanation of State Revenues:

Explanation of Local Expenditures: (Revised) This proposal increases the limit from \$100,000 to \$150,000, below which a municipality or a county may use its own workforce for certain projects within its jurisdiction. The specific fiscal impact is not known. However, the bill potentially could result in reduced expenditures for highway, street, alley, road, and bridge projects. Since the bill provides the municipality or the county with increased flexibility on whether to contract or use county employees for certain projects, they can choose the less expensive option.

Explanation of Local Revenues:

State Agencies Affected:

Local Agencies Affected: Cities and Counties.

Information Sources:

SB 485+